GOVERNMENT OF INDIA
MICRO, SMALL AND MEDIUM ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:420
ANSWERED ON:21.10.2008
EMPLOYMENT OPPORTUNITIES IN KVIC
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Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

(a) the details of the employment generated by Khadi and Village Industries Commission (KVIC) during each of the last three years and the current year,State-wise;

(b) the employment opportunities which KVIC proposes to generate in different States in future;and

(c) the steps being taken by the Government in this regard?

Answer

MINISTER FOR MICRO, SMALL AND MEDIUM ENTERPRISES(SHRI MAHABIR PRASAD)

(a): The details of employment generated in the khadi and village industry sector through the various schemes being implemented for the promotion and development of khadi and village industries through the Khadi and Village Industries Commission (KVIC), during 2005-06, 2006-07 and 2007-08, are given at Annex.

(b) & (c): A new scheme called Prime Minister's Employment Generation Programme (PMEGP) has been approved for implementation from 2008-09 to 2011-12 with an estimated expenditure of Rs. 4735 crore (Rs. 4485 crore towards margin money and Rs.250 crore towards backward forward linkages) for creation of additional employment opportunities through establishment of micro enterprises.The Scheme will be implemented through the Khadi and Village Industries Commission (KVIC), as the single nodal agency at the national level.At the State/Union Territories level, the scheme will be implemented through field offices of KVIC, State/Union Territory Khadi and Village Industries Boards (KVIBs) and District Industries Centres (DICs) and Banks. Under this Programme,entrepreneurs can also establish village/cottage industries,by availing of margin money assistance from the KVIC/ KVIBs of States & Union Territories/ DICs and loans from implementing public sector scheduled commercial Banks,selected regional rural Banks and co-operative Banks, etc.,for projects with a maximum cost of Rs. 10 lakh each in the service/Business sector and up to Rs.25 lakh each in the manufacturing sector.Target for creation of 6,16,937 additional employment opportunities during 2008-09 has been set under PMEGP covering all States/Union Territories.Funds amounting to Rs. 411.50 crore (including Rs. 42.50 for NER),out of budget provision of Rs. 823.00 crore for 2008-09,have been released to KVIC as the nodal agency in September 2008.